VIRGINIA:

# BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

SUPPLEMENTAL ORDER REGARDING DOCKET NUMBER – VACATE ORDER VGOB 04-0120-1251

ELECTIONS: UNIT AZ-101 (herein "Subject Drilling Unit")

# REPORT OF BOARD

## **FINDINGS AND ORDER**

This Supplemental Order is entered by the Board *sua sponte* in the form authorized by the Board at hearings held on February 15, 1994 and June 16, 1992; and this Supplemental Order is being recorded for the purpose of supplementing the Order previously in the captioned matter on September 21, 2004 which was recorded at Deed Book 603, Page 145 in the Office of the Clerk of the Circuit Court of Buchanan County, Virginia, on September 23, 2004, (herein "Board Order") and completing the record regarding elections.

Findings: The Board finds that:

The Board Order directed CNX GAS COMPANY LLC (herein "Designated Operator") to mail copies of the Board Order to all Respondents whose interests, if any, were pooled by the said Board Order;

The Designated Operator filed its affidavit of elections disclosing that it had mailed a true and correct copy of the Board's Order to all Respondents whose interests, if any, were pooled by said Board Order;

The Board Order required each Respondent whose interests, if any, were pooled by the terms of said Board Order to make an election within thirty (30) days after the date of mailing or recording, as applicable, of said Order; the affidavit of elections filed herein and annexed hereto as Exhibit A states: (i) whether each Respondent has made or failed to make a timely election; (ii) the nature of any election(s) made; and (iii) whether, by reason of a failure to elect or to timely elect one or more Respondents are deemed, under the terms of the Board's Order, to have leased all their rights, title, interests, estates and claims in Subject Drilling Unit to the Applicant;

That the affidavit of elections annexed hereto with the Exhibits submitted therewith identifies the Respondent(s) making a timely election, if any; identifies the Respondent(s), if any, who are deemed to have leased; identifies the conflicting interests and claims which require escrow; identifies the interests and claims, if any, requiring escrow under Virginia Code section 45.1-361.21.D.; and identifies the Respondents, if any, who may be dismissed by reason of having leased or entered into a voluntary agreement with the Applicant.

The affidavit of elections indicates whether or not the escrow of funds is required with regard to Unit AZ-101;

Order: By this Order, the Board orders that its prior pooling order entered herein be vacated for the reason that all owners and claimants to CBM in the Unit have agreed with the Applicant to develop same and that any and all funds escrowed with the Board's escrow agent be disbursed to the Board's Designated Operator to pay or suspend as the terms of the agreements by and between the Applicant and the owners and claimants may require and allow.

Mailing of Order and Filing of Affidavit: The Designated Operator under the captioned Order or shall file an affidavit with the Secretary of the Board within ten (10) days after the date of receipt of this Order stating that a true and correct copy of this Order was mailed to each Respondent whose interests or claims are subject to escrow and whose address is known within seven (7) days from the date of receipt of this Order.

<u>Conclusion:</u> Therefore, the findings and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.

Effective Date: This Order shall be effective on the date of its execution.

DONE AND EXECUTED this 4 day of 2009, by a majority of the Virginia Gas and Oil Board.

Chairman, Bradley C. Lambert

DONE AND PERFORMED THIS

ay of combe, 2009, by Order of the Board.

David E. Asbury, Jr.,

Principal Executive to the Staff of the Board

STATE OF VIRGINIA

COUNTY OF WASHINGTON

Acknowledged on this \_\_\_\_\_ day of \_\_\_\_\_\_, 2009, personally before me a notary public in and for the Commonwealth of Virginia, appeared Bradley C. Lambert, being duly sworn did depose and say that he is Chairman of the Virginia Gas and Oil Board, and appeared David E. Asbury Jr., being duly sworn did depose and say that he is Principal Executive to the Staff of the Virginia Gas and Oil Board that they executed the same and were authorized to do so.

Diane J. Davis, Notary

174394

My commission expires: September 30, 2009



#### VIRGINIA:

#### Exhibit A

## BEFORE THE VIRGINIA GAS AND OIL BOARD

IN RE:

Application of CNX Gas Company LLC for Forced Pooling of Interests in CBM AZ-101 VGOB 04-0120-1251 in the Hurricane Magisterial District of Buchanan County, Virginia

AFFIDAVIT OF CNX GAS COMPANY LLC (herein "Designated Operator") REGARDING ELECTIONS, ESCROW AND SUPPLEMENTAL ORDER

Anita D. Duty, being first duly sworn on oath, deposes and says:

That your affiant is employed by CNX Gas Company LLC, as a Pooling Supervisor and is duly authorized to make this affidavit on behalf of CNX GAS COMPANY LLC, the designated operator,

That the Order entered on September 22, 2004, by the Virginia Gas and Oil Board (hereinafter "Board") regarding the captioned CBM Unit required the Applicant to mail a true and correct copy of said Order to each person pooled by the Order;

That within seven (7) days of receipt of an executed copy of the Order referred to at paragraph 2. above, your affiant caused a true and correct copy of said Order to be mailed via the United States Postal Service to each Respondent named in the captioned Application, whose address was known, and to all persons, if any, who were added as Respondents at the hearing held in the captioned matter; that proof of such mailing has previously been tendered to the Division of Gas and Oil, the Office of the Gas and Oil Inspector, at Abingdon, Virginia;

That the Order of the Board in the captioned matter required all persons pooled thereby to tender their written elections to the Unit Operator within thirty (30) days of the date the Order was recorded in the counties identified above; that said Order was recorded on September 23, 2004;

That the designated operator CNX GAS COMPANY LLC has established procedures to review all mail received and all written documents received other than by mail to ascertain whether parties whose interests have been pooled have made a written election, in a timely fashion, as required by the captioned Order; that said procedures were followed to identify the elections, if any, made with regard to the Subject Unit; that the following persons delivered, by mail or otherwise, written elections the Unit Operator, within the thirty day elections period:

None

That all of the Respondents identified in Exhibit B-3 hereto have entered into voluntary agreements whereby they have leased and/or otherwise agreed with Applicant to a plan to develop their interests and claims within the unit to CBM. Hence, said unit may be voluntarily pooled.

See attached Exhibit B-2 and B-3 (Unit is 100% under Lease and/or Agreement).

That in light of the Agreement(s) described above, it is no longer necessary for the Board to maintain an escrow account/sub accounts pertaining to the above referenced CBM Unit, if applicable.

That pursuant to the provisions of VAC 25-160-70.A.10. and C. and VAC 25-160-80 the annexed supplemental order sets forth the interests and claims that require escrow of funds pursuant to Virginia Code sections 45.1-361.21.D. and 45.1-361.22.A.3. and 4.

Dated at Bluefield, West Virginia, this 5th day of

, 2009.

Anita D. Duty

STATE OF WEST VIRGINIA COUNTY OF MERCER

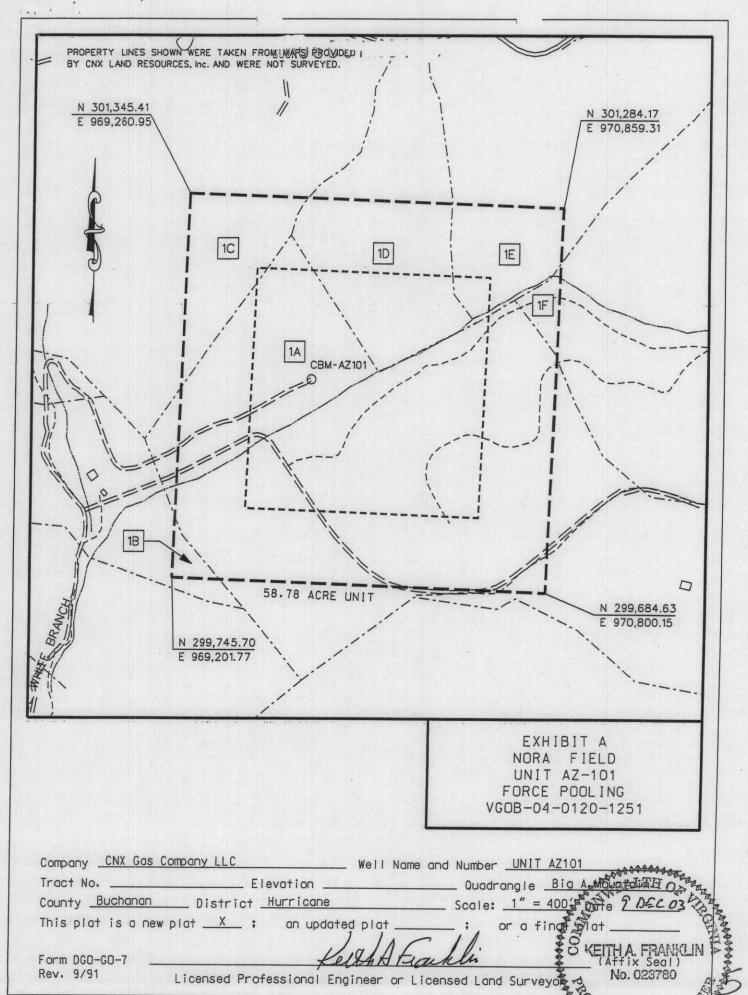
Taken, subscribed and sworn to before me by Anita D. Duty as a Pooling Supervisor for CNX Gas Company

LLC, on behalf of the corporate Designated Operator, this 5th day of November, 2009.

Melissa Combow

My commission expires: Apr: 9 3013.

OFFICIAL SEAL
NOTARY PUBLIC
STATE OF WEST VIRGINIA
MELISSA CUMBOW
CNX GAS COMPANY. LLC
2481 JOHN NASH BLVD.
BLUEFIELD, WV 24701
My commission expires April 9, 2013



# CNX Gas Company LLC Unit AZ-101

Tract Identifications (58.78 Acre Unit)

- 1A. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
  CNX Gas Company LLC CBM Leased
  Gent Enterprises All Minerals except Coal
  CNX Gas Company LLC Oil, Gas and CBM Leased
  Ricky Brown, et ux Surface
  39.93 acres 67.9312%
- 1B. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
  CNX Gas Company LLC CBM Leased
  Kenneth E. Harris Surface and All Minerals except Coal
  CNX Gas Company LLC Oil, Gas and CBM Leased
  0.53 acres
  0.9017%
- 1C. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
  CNX Gas Company LLC CBM Leased
  Verdie Mae Martin Surface and All Minerals except Coal
  CNX Gas Company LLC Oil, Gas and CBM Leased
  4.96 acres
  8.4382%
- 1D. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
  CNX Gas Company LLC CBM Leased
  Verdie Mae Martin Surface and All Minerals except Coal
  CNX Gas Company LLC Oil, Gas and CBM Leased
  8.40 acres
  14.2906%
- 1E. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
  CNX Gas Company LLC CBM Leased
  Ted Martin Surface and All Minerals except Coal (50%)
  Ted Martin, et ux Surface and All Minerals except Coal (50%)
  Equitable Production Company Oil, Gas and CBM Leased
  4.18 acres 7.1113%
- 1F. Harrison Wyatt, LLC (Big Axe Tr. 4) Coal
  CNX Gas Company LLC CBM Leased
  Ted Martin Surface and All Minerals except Coal (50%)
  Ted Martin, et ux Surface and All Minerals except Coal (50%)
  Equitable Production Company Oil, Gas and CBM Leased
  0.78 acres
  1.3270%

# Exhibit B-2 Unit AZ-101 Docket #VGOB 04-0120-1251 List of Respondents to be Dismissed (58.78 Acre Unit)

	Percent	Danner
Acres in Unit	of Unit	Reason for Dismissal
4.18 acres	7.1113%	
0.174 1/24 of 4.18 acres	0.2963%	Not an owner
0.174 1/24 of 4.18 acres	0.2963%	Not an owner
0.348 1/12 of 4.18 acres	0.5926%	Not an owner
0.348 1/12 of 4.18 acres	0.5926%	Not an owner
0.348 1/12 of 4.18 acres	0.5926%	Not an owner
0.348 1/12 of 4.18 acres	0.5926%	Not an owner
0.116 1/36 of 4.18 acres	0.1975%	Not an owner
0.116 1/36 of 4.18 acres	0.1975%	Not an owner
0.116 1/36 of 4.18 acres	0.1975%	Not an owner
0.78 acres	1.3270%	
0.065 1/12 of 0.78 acres	0.1106%	Not an owner
0.033 age 1 of 2	0.0553%	Not an owner 10/29/2009
	0.174 1/24 of 4.18 acres  0.174 1/24 of 4.18 acres  0.348 1/12 of 4.18 acres  0.16 1/36 of 4.18 acres  0.116 1/36 of 4.18 acres  0.176 0.178 acres  0.18 acres	4.18 acres       7.1113%         0.174 1/24 of 4.18 acres       0.2963%         0.174 1/24 of 4.18 acres       0.2963%         0.348 1/12 of 4.18 acres       0.5926%         0.348 1/12 of 4.18 acres       0.5926%         0.348 1/12 of 4.18 acres       0.5926%         0.146 1/36 of 4.18 acres       0.1975%         0.116 1/36 of 4.18 acres       0.1975%         0.116 1/36 of 4.18 acres       0.1975%         0.176 1/36 of 4.18 acres       0.1975%         0.78 acres       1.3270%         0.033 0.0553%       0.0553%

#### Exhibit B-2 Unit AZ-101 Docket #VGOB 04-0120-1251 List of Respondents to be Dismissed (58.78 Acre Unit)

		Acres in Unit	Percent of Unit	Reason for Dismissal
	P.O. Box 62 Rowe, VA 24246	1/24 of 0.78 acres		
(b.2	2) Connie Sue Brown P.O. Box 2115 Honaker, VA 24260	0.065 1/12 of 0.78 acres	0.1106%	Not an owner
(b.3	Rt.1 Box 14 Swords Creek, VA 24649	0.065 1/12 of 0.78 acres	0.1106%	Not an owner
(b.4	i) Anita (Nettie) Helton Rt.1 Box 172E Lebanon, VA 24266	0.065 1/12 of 0.78 acres	0.1106%	Not an owner
(b.5	i) JoAnn Lambert 2816 Fairview Road Mt. Crawford, VA 22341	0.065 1/12 of 0.78 acres	0.1106%	Not an owner
(b.6	Danny Martin Heirs, Devisees,     Successors or Assigns			
	(b.6.1) Jennie Martin, widow 41 Royal Pointe Drive Hylton Head Island, SC 29920	0.022 1/36 of 0.78 acres	0.0369%	Not an owner
	(b.6.2) Shane Martin Address Unknown	0.022 1/36 of 0.78 acres	0.0369%	Not an owner
	(b.6.3) Julie Martin Address Unknown	0.022 1/36 of 0.78 acres	0.0369%	Not an owner
Tract #1E	- 4.18 acres			
HC	Martin, et ux. * 65 Box 123 ve, VA 24646	4.18 acres	7.1113%	Leased
Tract #1F	- 0.78 acres			
HC	Martin, et ux. * 65 Box 123	0.78 acres	1.3270%	Leased

<sup>\*</sup> The CBM is leased by Equitable Production Company

Rowe, VA 24646

#### Exhibit B-3 Unit AZ-101 Docket #VGOB 04-0120-1251 List of Unleased Owners/Claimants (58.78 Acre Unit)

Acres in Unit

Percent of Unit

This unit is 100% Leased and/or has an Agreement in place.

INSTRUMENT #090003813
RECORDED IN THE CLERK'S OFFICE OF
BUCHANAN COUNTY ON
DECEMBER 14: 2009 AT 10:25AM

BEVERLY S. TILLER: CLERK RECORDED BY: GGB